

# **Governor Daniels' Property Tax Plan: Fair, Far-Reaching, and Final Property Tax Relief for Hoosier Homeowners**

## **Fact Sheet on Indiana Property Taxes and Local Spending**

- 55% of homeowners pay property taxes in excess of 1% of their home's value
- Between 1984-2006, local spending funded by property taxes increased from \$2.1 billion to \$7.9 billion, or **6.1%** per year
- Between 1984-2006, state property tax subsidies increased from \$500 million to \$2.2 Billion, or **6.6%** increase per year
- Between 1984-2006, property taxes for school debt service and capital projects have increased over **8%** per year
- In 2006, 24% of property taxes paid are for the payment of debt (over 75% of which is for school obligations)
- Indiana has over 2,400 local taxing units
- 1,100 local officials are involved in property tax assessment
- Indiana ranked 8<sup>th</sup> for its 2000-2005 increases in per capita property taxes. During the same time period, state property taxes subsidies doubled from \$1 billion to \$2 billion
- Indiana ranks 33<sup>rd</sup> for property taxes as a percentage of median household income; the Daniels Plan would drop Indiana to 41<sup>st</sup>